

CIRRUS LOGIC, INC.
CONSOLIDATED CONDENSED STATEMENTS OF OPERATIONS
(in thousands, except per share data)

	Fiscal 2007	Fiscal 2008
	12 mos.	12 mos.
Net sales	\$ 182,304	\$ 181,885
Cost of sales	73,290	78,652
Gross margin	<u>109,014</u>	<u>103,233</u>
Gross margin percentage	59.8%	56.8%
Operating expenses:		
Research and development	43,961	48,484
Selling, general and administrative	51,755	53,554
Restructuring and other costs	1,106	10,542
Acquired in-process research and development expenses	1,925	1,761
Impairment of goodwill and other intangibles	4,290	3,657
Total operating expenses	<u>103,037</u>	<u>117,998</u>
Income (loss) from operations	5,977	(14,765)
Realized gain (loss) on marketable equity securities	193	-
Interest income and (expense), net	13,146	12,068
Other income (expense), net	177	(104)
Income (loss) before income taxes	<u>19,493</u>	<u>(2,801)</u>
Provision (benefit) for income taxes	<u>(8,402)</u>	<u>3,045</u>
Net income (loss)	<u>\$ 27,895</u>	<u>\$ (5,846)</u>
Basic income per share:	\$ 0.32	\$ (0.07)
Diluted income per share:	\$ 0.31	\$ (0.07)
Basic weighted average common shares outstanding	87,643	87,967
Diluted weighted average common shares outstanding	88,805	87,967

Please refer to the SEC website for all SEC filings